#### JUNE 4, 1979

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON JUNE 4, 1979 AT 10:00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

#### MINERAL LEASE APPLICATIONS

## OIL, GAS, AND HYDROCARBON LEASE APPLICATIONS - APPROVED ST

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

T19S, R1W, SLM. Sec. 35: Tract 28 Sanpete Mineral Lease Appl. No. 36911 L.E. Bylund 40.24 acres P.O. Box 207 (Piute Local Survey) Pleasant Grove, UT 84062 Mineral Lease Appl. No. 36913 T14S, R13W, SLM. Robert B. Mee Sec. 16: 640.00 acres P.O. Box 11117 Salt Lake City, UT 84147 T15S, R4W, SLM. Sec. 19: W2NE4 Mineral Lease Appl. No. 36914 Millard L.E. Bylund WIENEY, EINWY, 382.61 acres SE4SW4, Lots 575 South Loader Street P.O. Box 207 1,2 N=SW=4 Pleasant Grove, UT 84062 Sec. 30: T25S, R3W, SLM. Sevier Sec. 20: Part of SW4NE4 30.00 acres m/1 Mineral Lease Appl. No. 36916 L.E. Bylund 575 South Loader Street P.O. Box 207 Pleasant Grove, UT 84062 T19S, R9W, SLM. Sec. 32: NE<sup>1</sup>/<sub>4</sub> Millard Mineral Lease Appl. No. 36917 L.E. Bylund 160.00 acres 575 South Loader Street P.O. Box 207 Pleasant Grove, UT 84062

### OIL, GAS AND HYDROCARBON LEASE APPLICATION WITHDRAWN

The applicant under the following Oil, Gas and Hydrocarbon lease application has submitted a withdrawal of this application. Upon recommendation of Mr. Blake, the Director approved this withdrawal and the refund of the advance rental of \$560.00. The \$10.00 filing fee forfeited to the State.

Mineral Lease Appl. No. 36912  $\frac{T17S, R9E, SLM.}{Sec. 32: S\frac{1}{2}NW\frac{1}{4}}$  Emery 560.00 acres 1050 First National Bank Building Sec. 36:  $S\frac{1}{2}$ ,  $NE\frac{1}{4}$  Denver, CO 80293

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## METALLIFEROUS MINERALS LEASE APPLICATIONS - APPROVED,

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Mineral Lease Appl. No. 36910 Paul S. Gramlich 128 North 4th East Moab, UT 84532 T26S, R20E, SLM. Grand Sec. 27: W2NE4, NE4SW4 120.00 acres

Mineral Lease Appl. No. 36915 M.C. Godbe, III 45 East Fourth South

T20S, R12W, SLM. Millard 640.00 acres

REQUEST FOR SPECIAL APPROVAL OF FILL MATERIAL LEASE APPLICATION

MLA 36894 - Fill Material

Salt Lake City, UT 84111

Burton Construction Co. desires issuance of the above-numbered lease as a source of fill material in construction of a solar array panel at Natural Bridges National Monument. The applicant was only recently awarded a contract by the National Park Service to perform this construction and the project must commence prior to the June Land Board meeting. Therefore, this application cannot be presented in the normal manner.

Mr. Blake has inspected the proposed lease site and perceive no significant environmental impact from the proposed operation. The site is located on a stream bank and is the scene of previous excavation. The applicant will post a \$2,000 bond to assure reclamation. The applicant has offered a royalty of  $5\cup{c.y.}$ 

It is in the best interest of the State to issue this lease. Mr. Blake has solicited, by phone, the approval of a majority of Land Board members. On this basis, and subject to confirmation by the Board in the June Land Board meeting, the Director approved this Fill Material lease application

RECLAMATION BOND

ML 36894 - Fill Material

F.J. Burton Construction Co., Inc. submitted the following bond to assure reclamation of lands disturbed by operations on the mineral lease indicated above.

TYPE: Surety Bond; NO: YS 793-3559; BANK OR SURETY: Industrial Indemnity Company; AMOUNT: \$2,000.

The bond appears in order; therefore upon recommendation of Mr. Blake, the Director accepted this reclamation bond.

CORRECTION OF ACREAGE

ML 27605

It has been found that the acreage total under ML 27605 was in error when this lease was issued. The acreage should read 440.00 acres rather than 400.00 acres. The wised of this change and is conding in the additional root

lessee has been advised of this change and is sending in the additional rental due on this lease since the date of issuance.

Upon recommendation of Mr. Prince, the Director approved this correction.

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## COALVILLE GAS STORAGE AGREEMENT

Mountain Fuel Supply Company, operator of the Coalville Gas Storage Area, has submitted the gas storage agreement for this area for approval.

The Coalville Gas Storage Area is located immediately east of the town of Coalville, Utah. The purpose of this gas storage project is for Mountain Fuel Supply Company to have an area, as near as possible to its service area, where natural gas can be stored during periods of low demand for later use in periods of high demand. The Coalville anticline east of the town of Coalville has been found to be suitable for such a project after several years of testing by Mountain Fuel Supply Company..

This agreement covers 910.00 acres of which 40.00 acres are State lands, and the balance are private lands. The agreement provides that Mountain Fuel will pay to the State an annual fee of \$1.00 per acre and the State's proportionate share of a \$0.01 per mcf withdrawal fee, 4.3956 percent. ML 30041 covers the State land and is held by Mountain Fuel. The payments outlined above will be made in addition to the rental required under ML 30041. ML 30041 will be extended for the term of this agreement. This agreement is for a term of five years and so long thereafter as it remains in operation.

Upon recommendation of Mr. Prince, the Director approved this  $Gas\ Storage\ Agreement.$ 

# GRAZING LEASE APPLICATION - APPROVED POW

Upon recommendation of Mr. Wilcox, the Director approved the grazing lease application listed below

GLA 21408 Cross S. Cattle Co., c/o AC Ekker, P.O. Box 336, Green River, Utah 84525 at 7¢ per acre per annum for 10 years, beginning January 1, 1979.

T27S, R15E, Sec 32: A11,

640.00 acres,

Wayne County

	ACCOUNT (771)	
TRANSFER OF MONEY FROM SUSPENSE TO GENERAL	ACCOUNT	
NAME	ACCOUNT NO.	ACCOUNT
Jack E. Blankenship	SLA 334	331.00
Petty, Howell, Acton, Foxley	ML 36535	50.00
F. M. Tully	ML 36539	1,050.00
F. M. Tully	ML 36540	915.00
F. M. Tully	ML 36541	2,620.00
Columbine Exploration Corp.	ML 36542	2,683.00
William D. Hewit	ML 36547	370.00
F. M. Tully	ML 36548	1,720.00
Getty Oil Co.	ML 36550	290.00
Getty Oil Co.	ML 36551	2,393.50
Husky Oil Co.	ML 36555	530.80
Getty Oil Co.	ML 36558	15,677.20
Getty Oil Co.	ML 36559	6,211.60
F. M. Tully	ML 36563	1,390.00
Cities Service Co.	ML 36565	1,931.60
Maurice L. McCullough	ML 36572	1,360.00
John Deeter	ML 36574	2,010.00
James P. Hendirx	ML 36575	1,418.00
Jack J. Grynberg	ML 36576	838.29
James P. Hendrix	ML 36577	1,014.80
Texasgulf Inc.	ML 36578	714.00

vp

NAME

JUNE 4, 1979

Beverley Lasrich

Milan S. Papulak

James P. Hendrix

Terry G. Steele

John E. Hoffman

James P. Hendrix

Bert Hunt

Kenneth F. Cummings

Mountain Fuel Supply Co.

Utah Department of Transportation

Utah Department of Transportation

## TRANSFER OF MONEY FROM SUSPENSE TO GENERAL ACCOUNT CONTINUED

ACCOUNT ACCOUNT NO. 50.00 50.00 50.00 170.00 90.00

650.00

223.00

347.00

650.00

1,196.00

60.00

Voucher #118 \$ \$9,054.79

ML 36591

ML 36597

ML 36598

ML 36616

ML 36619 ML 36626 ML 36628

ML 36629

ML 36637

ML 36641

ML 36650

#### TRANSFER OF MONEY FROM SUSPENSE TO GENERAL ACCOUNT

Milan S. Papulak Wiepking-Fullerton Land Services ML 36605 Phillips Petroleum Co. ML 36620 Phillips Petroleum Co. ML 36621 Phillips Petroleum Co. ML 36622 Phillips Petroleum Co. ML 36623 Phillips Petroleum Co. ML 36624 Phillips Petroleum Co. ML 36625 Milan S. Papulak ML 36631 5-M Inc. ML 36652 Mike McDonald	0. AMOUNT 121.35 10.00 10.00 24.40 24,132.00 24,171.00 4,113.00 5,065.00 24,132.00 37,048.00 30.00 914.00 90.00 1,810.00 750.37 1,573.00 512.40 1,093.20 4,963.84 602.80 110.80 90.00 1,291.00 1,291.00 1,291.00 1,984.00 1,996.00 1,930.00 1,996.00 1,930.00 1,930.00 1,930.00 1,930.00 1,922.00
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\$ 146,696.16 Voucher #119

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REFUNDS

Refund due to overpayment of 1979 rental. Jack E. Blankenship

SLA 334 V-117

160.00

INTEREST RATES Prime rate Federal Funds

CURRENT 11.75 10.25

YR.AGO 8.25 7.32

WILLIAM K. DINEHART, DIRECTOR DIVISION OF STATE LANDS

VERNA A. PETERSEN, RECORDS SUPERVISOR

Archives Approval No. 7900209